

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE WESTERN DISTRICT OF PENNSYLVANIA

In Re: B.L. GUSTAFSON, LLC d/b/a GUS'S Bankruptcy No. 17-10514-TPA
GUNS, PRIORITY CARE
AMBULANCE, B.L. GUSTAFSON
EXCAVATION, BRYNWOOD FARM
and BRIAN GUSTAFSON RENTALS,

Debtor

**DISCLOSURE STATEMENT
TO ACCOMPANY SMALL BUSINESS PLAN DATED MAY 14, 2018**

Chapter 11 Small Business (Check box only if debtor has elected to be considered a small business under 11 U.S.C. §1121(e))

Debtor furnishes this disclosure statement to creditors in the above-captioned matter pursuant to Bankruptcy Code §1125 to assist them in evaluating debtor's proposed Chapter 11 plan, a copy of which is attached hereto. Creditors may vote for or against the plan of reorganization. Creditors who wish to vote must complete their ballots and return them to the following address before the deadline noted in the order approving the disclosure statement and fixing time. The Court will schedule a hearing on the plan pursuant to 11 U.S.C. §1129.

Address for return of ballots: Guy C. Fustine, Esquire
Knox McLaughlin Gornall & Sennett, P.C.
120 West Tenth Street
Erie, PA 16501

I. Background

1. Name of Debtor

B.L. Gustafson, LLC d/b/a Gus's Guns, Priority Care Ambulance, B. L. Gustafson Excavation, Brynwood Farm and Brian Gustafson Rentals

2. Type of Debtor (individual, partnership, corporation)

Corporation

3. Debtor's Business or Employment

Ambulance service, gun sales, excavation and rentals

4. Date of Chapter 11 Petition

May 16, 2017

5. Events that Caused the Filing:

Secured Creditors' execution proceedings caused by the Debtor's inability to pay accelerated debts following default.

6. Anticipated Future of the Company & Source of this Information and Opinion

The Debtor will continue to operate its businesses and to make the payments called for by the Plan.

Source of Information – Debtor

7. Summarize all Significant Features of the Plan Including When and How Each Class of Creditor will Be Paid and What, if any, Liens Will Be Retained By Secured Creditors or Granted to Any Creditor Under the Plan

<u>Class</u>	<u>Treatment</u>	<u>Liens Retained</u>
Class 1 Non-Tax Secured	Paid per court approved stipulations	Yes
Class 2 Tax Secured	Paid over four (4) years from Effective Date	Yes
Class 3 Administrative	Paid on the Effective Date, except as otherwise agreed by Creditor	No
Class 4 Priority	Paid over four (4) years from Effective Date	No
Class 5 General Unsecured	10% of Allowed Claims in four (4) equal, annual installments, beginning on the first anniversary of the Effective Date	No

Class 6 Individual creditors of Brian Gustafson, who are also Creditors of the Debtor	Paid monthly per court approved stipulations or at the contract amount (but not including individual taxes or insurance)	Yes
Class 7 Equity Security Interest Holder	Brian Gustafson to retain ownership based upon new value contribution	No

8. Are All Monthly Operating Statements Current and on File With The Clerk of Court?

Yes X No

If Not, Explain:

9. Does the plan provide for releases of non-debtor parties? Specify which parties and terms of release.

No.

10. Identify all executory contracts that are to be assumed or assumed and assigned.

Ralph L. Gustafson	Equipment rental agreement
Ryan D. Yingling	Equipment rental agreement

11. Has a bar date been set?

Yes X No

(If not, a motion to set the bar date has been filed simultaneously with the filing of this disclosure statement.)

12. Has an election under 11 U.S.C. §1121(e) has been filed with the Court to be treated as a small business?

Yes X No

13. Specify property that will be transferred subject to 11 U.S.C. §1146(c). N/A

II. Creditors

A. Secured Claims

SECURED CLAIMS						
Creditor	Total Amount Owed	Arrearages	Type of Collateral Priority of Lien (1, 2, 3)	Disputed (D) Liquidated (L) Unliquidated (U)	Will Liens Be Retained Under the Plan? (Y) or (N)	
Ford Motor Credit	\$4,262.44		2014 Ford F250	L	Y	
Kubota Credit Corporation, U.S.A.	\$23,153.52		Equipment UCC 1 F.S. filed on 10/1/2013 at F.S. no. 201311080581	L	Y	
Kubota Credit Corporation, U.S.A.	\$17,175.00		Equipment UCC 1 F.S. filed on 11/8/2013 at F.S. no. 201311080581	L	Y	
Internal Revenue Service	\$124,442.39		Northwest Savings Bank account, 2015 H&H Trailer, 2013 Ford Dump Truck, 2015 Mustang Trailer, 1991 GMC 3500 Bucket Truck, 2009 Featherlite Horse Trailer and other machinery, fixtures and equipment, Priority Care Ambulance Certificate of Licensure, Gus's Guns Federal Firearms License	D	Y	

Pennsylvania Department of Revenue	\$12,289.62	Northwest Savings Bank account, 2015 H&H Trailer, 2013 Ford Dump Truck, 2015 Mustang Trailer, 1991 GMC 3500 Bucket Truck, 2009 Featherlite Horse Trailer and other machinery, fixtures and equipment, Priority Care Ambulance	D	Y
Hamlin Bank	\$58,088.47	1995 Ford Ambulance and 2000 Ford Ambulance	L	Y
TOTAL	\$239,411.44			

B. Priority Claims

PRIORITY CLAIMS

Creditor	Total Amount Owed	Type of Collateral	(D) (L) (U) *
Internal Revenue Service	\$68,166.71	Northwest Savings Bank account, 2015 H&H Trailer, 2013 Ford Dump Truck, 2015 Mustang Trailer, 1991 GMC 3500 Bucket Truck, 2009 Featherlite Horse Trailer and other machinery, fixtures and equipment, Priority Care Ambulance Certificate of Licensure, Gus's Guns Federal Firearms License	D
PA Department of Revenue	\$4,213.40	Northwest Savings Bank account, 2015 H&H Trailer, 2013 Ford Dump Truck, 2015 Mustang Trailer, 1991 GMC 3500 Bucket Truck, 2009 Featherlite Horse Trailer and other machinery, fixtures and equipment, Priority Care Ambulance Certificate of Licensure, Gus's Guns Federal Firearms License	D
TOTAL	\$72,380.11		

*Disputed (D), Liquidated (L), or Unliquidated (U)

C. Unsecured Claims

1.	Amount Debtor Scheduled (Disputed and Undisputed)	\$ 1.00
2.	Amount of Unscheduled Unsecured Claims ¹	\$ 259,506.82
3.	Total Claims Scheduled or Filed	\$ 259,507.82
4.	Amount Debtor Disputes	\$ 144,536.67
5.	Estimated Allowable Unsecured Claims	\$ 114,971.15

D. Other Classes of Creditors

1.	Amount Debtor Scheduled (Disputed and Undisputed)	\$ 0
2.	Amount of Unscheduled Claims ¹	\$ 300,000.00
3.	Total Claims Scheduled or Filed	\$ 300,000.00 plus monthly payments
4.	Amount Debtor Disputes	\$ 175,000.00
5.	Estimated Allowable Claims	\$ 125,000.00 plus monthly payments

E. Other Classes of Interest Holders

1.	Amount Debtor Scheduled (Disputed and Undisputed)	\$ N/A
2.	Amount of Unscheduled Claims ¹	\$
3.	Total Claims Scheduled or Filed	\$
4.	Amount Debtor Disputes	\$
5.	Estimated Allowable Claims	\$

¹ Includes (a.) unsecured claims filed by unscheduled creditors; (b.) that portion of any unsecured claim filed by a scheduled creditor that exceeds the amount debtor scheduled; and (c.) any unsecured portion of any secured debt not previously scheduled.

III. Assets

ASSETS

Assets	Value	Basis for Value Priority of Lien	Name of Lien Holder (if any) (Fair Market Value/ Book Value)	Amount of Debtor's Equity (Value Minus Liens)
Northwest Savings Bank Operating Account	\$1.00		Internal Revenue Service ("IRS") PA Department of Revenue ("DOR")	Unknown
Accounts receivable	\$10,000.00		IRS/DOR	Unknown
Inventory & Supplies (Firearms)	\$20,000.00		IRS/DOR	Unknown
Office furniture and fixtures	\$1,000.00		IRS/DOR	Unknown
Office equipment, including all computer equipment and communication systems equipment and software	\$1,000.00		IRS/DOR	Unknown
2015 Mustang Utility Trailer (vin ending 8657)	\$500.00		IRS/DOR	Unknown

1995 Ford E-350 Modular Ambulance	\$10,000.00		Hamlin Bank	(\$36,088.47)
2000 Ford F-350 Modular Ambulance	\$12,000.00		Hamlin Bank	(\$36,088.47)
2015 H&H Trailer	\$3,000.00		IRS/DOR	Unknown
2013 Ford F550 Dump Truck	\$38,000.00		IRS/DOR	Unknown
2014 Ford F250 Truck	\$20,000.00		Ford Motor Credit Company, LLC	\$15,737.56
2015 Mustang Trailer (vin ending 8417) Titled to Brian Gustafson, but used for the business.	\$1,000.00		IRS/DOR	Unknown
1991 GMC 3500 Bucket Truck	\$500.00		IRS/DOR	Unknown
2009 Featherlite Horse Trailer	\$6,000.00		IRS/DOR	Unknown
Other machinery, fixtures, and equipment	\$20,035.00		IRS/DOR	Unknown
Kubota 4WD HST Tractor w/Foldable Rops, Kubota Front LDR and Land Pride Rotary Cutter 1872	\$15,000.00		Kubota Credit Corporation, USA	(\$8,153.52)

Kubota B2650HSDC 4WD Tractor, Serial No. 50760, Kubota RCK60-30BA 60" Mid Mount Mower Deck, Serial No. 30157, Kubota LA534 Loader, Serial No. A0729, Kubota B7302 3 rd Function Valve Kit, Kubota B2376 Pallet Fork Frame, and Kubota K9048 36" Forks (Set of 2)	\$7,000.00		Kubota Credit Corporation, USA	(\$10,175.00)
Priority Care Ambulance Certificate of Licensure	\$1.00		IRS/DOR	Unknown
Gus's Guns Federal Firearms License	\$1.00		IRS/DOR	Unknown
	TOTAL	\$165,038.00		TOTAL

1. Are any assets which appear on Schedule A or B of the bankruptcy petition not listed above? No. If so, identify asset and explain why asset is not in estate:
2. Are any assets listed above claimed as exempt? N/A If so attach a copy of Schedule C and any amendments.

IV. SUMMARY OF PLAN

1. Effective Date of Plan: The first business day that is fifteen (15) days from and after the Confirmation Date.
2. Will cramdown be sought? ☐ Yes ☒ No
If Yes, state bar date: _____
3. Treatment of Secured **Non-Tax** Claims

SECURED NON-TAX CLAIMS

Name of Creditor	Class	Amount Owed	Summary of Proposed Treatment
Ford Motor Credit	1	\$4,262.44	The Debtor will make monthly payments in the amount of \$608.92 beginning on the Effective Date until paid in full.
Kubota Credit Corporation, USA	1	\$23,153.52	The Debtor will make monthly payments in the amount of \$695.30 beginning on the Effective Date until paid in full.
Kubota Credit Corporation, USA	1	\$17,175.00	The Debtor will make monthly payments in the amount of \$500.00 beginning on the Effective Date until paid in full.
Hamlin Bank	1	\$58,088.47	The Debtor will make monthly payments in the amount of \$1,529.69 beginning on the Effective Date until paid in full.
TOTAL		\$102,679.43	

4. Treatment of Secured Tax Claims

SECURED TAX CLAIMS

Name of Creditor	Class	Amount Owed	Summary of Proposed Treatment
Internal Revenue Service	2	124,442.39	Debtor will pay \$2,809 per month over 4 years, beginning on the Effective Date (which includes 4% interest).
Pennsylvania Department of Revenue	2	12,289.62	Debtor will pay \$277.49 per month over 4 years, beginning on the Effective Date (which includes 4% interest).
TOTAL		\$ 136,732.01	

5. Treatment of Administrative Non-Tax Claims²

ADMINISTRATIVE NON-TAX CLAIMS

Name of Creditor*	Amount Owed	Type of Debt**	Summary of Proposed Treatment and Date of First Payment
Knox, McLaughlin, Gornall & Sennett, P.C.	\$30,000.00	P	Full payment on Effective Date of Plan, except as otherwise agreed by Creditor.
Thomas Ball Financial Services	\$6,000.00	P	Full payment on Effective Date of Plan, except as otherwise agreed by Creditor.

6. Treatment of Administrative Tax Claims

ADMINISTRATIVE TAX CLAIMS

Name of Creditor*	Amount Owed	Type of Debt**	Summary of Proposed Treatment and Date of First Payment
PA Department of Revenue	\$1,698.75	Employer withholding tax	Disputed – Debtor paid this claim in full.

*Identify and Use Separate Line for Each Professional and Estimated Amount of Payment

**Type of Debt (P=Professional, TD=Trade, TX=Taxes)

² Include all §503(b) administrative claims.

7. Treatment of Priority Non-Tax

PRIORITY NON-TAX CLAIMS

Name of Creditor	Class	Amount Owed	Date of Assessment	Summary of Proposed Treatment

8. Treatment of Priority Tax Claims³

PRIORITY TAX CLAIMS

Name of Creditor	Class	Amount Owed	Date of Assessment	Summary of Proposed Treatment
Internal Revenue Service	4	\$68,166.71	2011-2017	\$1,539/month for four (4) years from Effective Date, including 4% interest.
PA Department of Revenue	4	\$4,213.40	Unknown	\$95.13/month for four (4) years from Effective Date, including 4% interest.

³ Include dates when any §507(a)(7) taxes were assessed.

9. Treatment of General Unsecured Non-Tax Claims

GENERAL UNSECURED NON-TAX CLAIMS

Creditor	Class	Total Amount Owed	Percent of Dividend
Christopher Poorman & Bobbie Jo Poorman	5	1.00	N/A
Robert J. Lovell and Constance E. Lovell	5	144,536.67	10%
TOTAL		\$144,537.67	

10. Treatment of General Unsecured Tax Claims

GENERAL UNSECURED TAX CLAIMS

Creditor	Class	Total Amount Owed	Percent of Dividend
Pennsylvania Department of Revenue	5	\$2,950.12	10%
Internal Revenue Service	5	\$112,020.03	10%
TOTAL		\$114,970.15	

11. Will periodic payments be made to unsecured creditors?

Yes X No First payment to begin 1st Anniversary
of Effective
Date

If so:

Amount of each payment (aggregate to all unsecured claimants)

Estimated date of first payment: July 1, 2019

Time period between payments: Annual

Estimated date of last payment: July 1, 2022 (48 months)

Contingencies, if any: Allowed Claim

State source of funds for planned payments, including funds necessary for capital replacement, repairs, or improvements:

Funds will be provided from the Debtor's on-going business revenues.

Other significant features of the plan:

The treatment of the Non-Tax Secured Claims is based upon individual court orders, approving payment stipulations between the Debtor and the Non-Tax Secured Creditors.

Include any other information necessary to explain this plan:

Brian Gustafson will contribute (a) to the Confirmation Deposit Fund and (b) to the Plan the rental income received from his individual real estate, as indicated. That amount is greater than the monthly payments associated with the real estate, as specified in Class 6.

V. Comparison of Plan with Chapter 7 Liquidation

If debtor's proposed plan is not confirmed, the potential alternatives would include proposal of a different plan, dismissal of the case or conversion of the case to Chapter 7. If this case is converted to Chapter 7, a trustee will be appointed to liquidate the debtor's non-exempt assets. In this event, all secured claims and priority claims, including all expenses of administration, must be paid in full before any distribution is made to unsecured claimants.

Total value of Chapter 7 estate (See Section III)	\$ 165,037.00
1. Less secured claims (See Section IV-2)	\$ 239,411.44
2. Less administrative expenses (See Section IV-3 and include approximate Chapter 7 expenses)	\$ 50,000.00
3. Less other priority claims (See Section IV-4)	\$ 72,380.11

Total Amount Available for Distribution to Unsecured Creditors \$ 0

Divided by total allowable unsecured claims of (See Section II C) \$ 0

Percentage of Dividend to Unsecured Creditors: 0%

Will the creditors fare better under the plan than they would in a Chapter 7 liquidation?

Yes X No

Explain: The Plan provides for a 10% distribution to unsecured Creditors holding Allowed Claims.

VI. Feasibility

- A. Attach Income Statement for Prior 12 Months.
- B. Attach Cash Flow Statement for Prior 12 Months.
- C. Attach Cash Flow Projections for Next 12 Months.

Estimated amount to be paid on Effective Date of plan, including administrative expenses.

\$ 16,299.71

Show how this amount was calculated.

\$ <u>15,000.00</u>	Administrative Class
<u> </u>	Taxes
<u> </u>	Unsecured Creditors
<u>1,299.71</u>	UST Fees
\$ <u>16,299.71</u>	TOTAL

What assumptions are made to justify the increase in cash available for the funding of the plan?

Debtor's income will remain stable over the course of the Plan.

Will funds be available in the full amount for administrative expenses on the effective date of the plan? From what source? If not available, why not and when will payments be made?

Brian Gustafson will pay \$15,000 into the Confirmation Deposit Fund. He will personally guarantee the unpaid balance of administrative expenses, if any.

Cash on hand \$ 8,961 (Current). Attach current bank statement.

Cash on hand \$ 20,000 (Estimated amount available on date of confirmation)

If this amount is less than the amount necessary at confirmation, how will debtor make up the shortfall?

Payments over time from the Debtor or Mr. Gustafson.

VII. Management Salaries

MANAGEMENT SALARIES

Position/Name of Person Holding Position	Salary at Time of Filing	Proposed Salary (Post-Confirmation)
Brian L. Gustafson	\$120,000	\$100,000

VIII. Identify the Effect on Plan Payments and Specify Each of the Following:

1. What, if any, litigation is pending?

Christopher Poorman, et al. v. Brian Gustafson, et al.
Case No. GD-17-003761

2. What, if any, litigation is proposed or contemplated?

Objections to Claims as may be necessary and appropriate.

IX. Additional Information and Comments

X. Certification

The undersigned hereby certifies that the information herein is true and correct to the best of my knowledge and belief formed after reasonable inquiry.

If Debtor is a corporation, attach a copy of corporate resolution authorizing the filing of this Disclosure Statement and Plan.

If Debtor is a general partnership, attach a copy of the consent agreement of all general partners to the filing of the bankruptcy.

OPTIONAL TABLE

6. Treatment of Other Claims

N/A

OTHER CLASSES OF CREDITORS

Creditor	Class	Total Amount Owed	Percent of Dividend
John Deere Construction & Forestry Co.	6	\$2,500.00/per month	100% of monthly contract payment
Hamlin Bank (102 W. Main St.)	6	\$2,720.00/per month	100% of monthly contract payment
Hamlin Bank (6135 Route 46N)	6	\$1,798.53/per month	100% of monthly contract payment
Hamlin Bank (1039 Moody Hollow and 18984 Rt. 6)	6	\$1,060.61/per month	100% of monthly contract payment
Kubota Credit Corporation, USA*	6	\$1,600.00/per month	100% of monthly contract payment

*The payments to Kubota will have to be made by the Debtor only if Ralph Gustafson fails to make the monthly payments.

A. Will periodic payments be made?

Yes _____ No _____
If so:

Amount of each payment (aggregate to all claimants) \$ _____
 Estimated date of first payment _____
 Time period between payments _____
 Estimated date of last payment _____
 Contingencies, if any: _____

OPTIONAL TABLE

7. Treatment of Interest Holders (Other Than Equity Holders)

OTHER CLASSES OF INTEREST HOLDERS

Creditor	Class	Total Amount Owed	Percent of Dividend

8. Treatment of Equity Holders (Specify how the market test of *Bank of America National Trust and Savings Association v. 203 North LaSalle Street Partnership*, 526 U.S. 434, 110 S.Ct. 1411 (1999), is met)

OTHER CLASSES OF INTEREST HOLDERS

Creditor	Class	Total Amount Owed	Percent of Dividend
Brian L. Gustafson*	7	100% of equity	100%

* Mr. Gustafson will contribute the monthly income from certain of his individual assets as “new value” in consideration for maintaining his equity position.

A. Will periodic payments be made?

Yes _____ No _____

If so: _____

Amount of each payment (aggregate to all claimants)

Estimated date of first payment

Time period between payments

Estimated date of last payment

Contingencies, if any:

\$

HISTORIC SUMMARY

POST PETITION PERIODS	May 2017	June 2017	July 2017	August 2017	September 2017	October 2017	November 2017	December 2017	January 2018	February 2018	March 2018
1. TOTAL CASH FLOW FROM OPERATIONS:	2,000.00	78,924.87	5,900.00	39,205.71	35,395.57	49,169.55	38,963.82	43,716.21	94,207.82	134,734.52	62,040.23
2. LESS TOTAL DISBURSEMENTS EXCLUDING PAYMENTS TO CREDITORS IN A PLAN:	847.54	74,253.22	12,145.14	30,691.13	36,554.38	63,826.24	41,011.28	45,000.55	127,907.84	141,877.35	61,866.84
3. TOTAL NET CASH FLOW:	1,152.46	4,671.65	(6,245.14)	8,514.58	(1,158.81)	(14,656.69)	(2,047.46)	(1,284.34)	(33,700.02)	(7,142.83)	173.39
DEFINITIONS											
TOTAL CASH FLOW FROM OPERATIONS:	THE TOTAL AMOUNT OF FUNDS COLLECTED IN A SPECIFIC PERIOD FROM CASH SALES, COLLECTION OF ACCOUNTS RECEIVABLE, AND OTHER INCOME. CASH CONTRIBUTIONS FROM INSIDERS ARE INCLUDED FOR THE MONTHS OF DECEMBER 2017, FEBRUARY 2018 AND MARCH 2018.										
TOTAL DISBURSEMENTS EXCLUDING PAYMENTS TO CREDITORS IN A PLAN:	THE TOTAL DISBURSEMENTS IN A SPECIFIC PERIOD FOR PRODUCTION COSTS, GENERAL AND ADMINISTRATIVE COSTS, EXCLUDING PAYMENTS TO CREDITORS TO BE PAID UNDER THE TERMS OF										

PROJECTED SUMMARY

POST PETITION PERIODS		JUL 2018	AUG 2018	SEPT 2018	OCT 2018	NOV 2018	DEC 2018	JAN 2019	FEB 2019	MAR 2019	APR 2019	MAY 2019	JUN 2019
4.	TOTAL PROJECTED CASH FLOW FROM OPERATIONS:	71,075.00	62,975.00	63,575.00	62,675.00	63,525.00	62,910.00	65,585.00	62,575.00	61,975.00	63,885.00	61,580.00	70,825.00
5.	LESS TOTAL PROJECTED DISBURSEMENTS EXCLUDING PAYMENTS TO CREDITORS IN A PLAN:	48,537.00	41,336.00	41,336.00	42,692.00	41,336.00	41,336.00	44,460.00	41,336.00	41,336.00	43,461.00	41,336.00	41,336.00
6.	ANTICIPATED CASH FLOW AVAILABLE FOR PLAN:	22,538.00	21,639.00	22,239.00	19,983.00	22,189.00	21,574.00	21,125.00	21,239.00	20,639.00	20,424.00	20,244.00	29,489.00
DEFINITIONS													
TOTAL PROJECTED CASH FLOW FROM OPERATIONS:		TOTAL AMOUNT OF PROJECTED FUNDS COLLECTED IN A SPECIFIC PERIOD FROM CASH SALES, COLLECTION OF ACCOUNTS RECEIVABLE, CASH CONTRIBUTIONS FROM INSIDERS AND OTHER INCOME, EXCLUDING LOANS PROCEEDS AND SALES TAXES COLLECTED.											
TOTAL DISBURSEMENTS EXCLUDING PAYMENTS TO CREDITORS IN A PLAN:		TOTAL PROJECTED DISBURSEMENTS IN A SPECIFIC PERIOD FOR PRODUCTION COSTS, GENERAL AND ADMINISTRATIVE COSTS, EXCLUDING PAYMENTS TO CREDITORS TO BE PAID UNDER THE TERMS OF THE PROPOSED PLAN.											

PLAN FEASIBILITY

POST PETITION PERIODS	JUL 2018	AUG 2018	SEPT 2018	OCT 2018	NOV 2018	DEC 2018	JAN 2019	FEB 2019	MAR 2019	APR 2019	MAY 2019	JUN 2019
ANTICIPATED RECEIPTS AVAILABLE FOR PLAN (SEE LINE 6, ABOVE):	22,538.00	21,639.00	22,239.00	19,983.00	22,189.00	21,574.00	21,125.00	21,239.00	20,639.00	20,424.00	20,244.00	29,489.00
LESS PROPOSED PLAN PAYMENTS (SEE SECTION IV):	19,133.00	19,133.00	19,133.00	19,133.00	19,133.00	19,133.00	19,133.00	19,133.00	19,133.00	19,133.00	19,133.00	25,583.00
OVERAGE/(SHORTAGE) OF CASH FLOW AVAILABLE TO FUND PLAN:	3,405.00	2,506.00	3,106.00	850.00	3,056.00	2,441.00	1,992.00	2,106.00	1,506.00	1,291.00	1,111.00	3,906.00

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	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June
Revenues												
Ambulance Income	\$ 59,750	\$ 51,650	\$ 52,250	\$ 51,350	\$ 52,200	\$ 51,585	\$ 54,260	\$ 51,250	\$ 50,650	\$ 52,560	\$ 50,255	\$ 59,500
Gus's Guns Sales	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000
Miscellaneous	\$ 1,525	\$ 1,525	\$ 1,525	\$ 1,525	\$ 1,525	\$ 1,525	\$ 1,525	\$ 1,525	\$ 1,525	\$ 1,525	\$ 1,525	\$ 1,525
Rental 1039 Moody Hollow	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500
18984 Route 6	\$ 800	\$ 800	\$ 800	\$ 800	\$ 800	\$ 800	\$ 800	\$ 800	\$ 800	\$ 800	\$ 800	\$ 800
102 W Main St	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000
6135 Route 46N	\$ 3,500	\$ 3,500	\$ 3,500	\$ 3,500	\$ 3,500	\$ 3,500	\$ 3,500	\$ 3,500	\$ 3,500	\$ 3,500	\$ 3,500	\$ 3,500
Total Revenues	\$ 71,075	\$ 62,975	\$ 63,575	\$ 62,675	\$ 63,525	\$ 62,910	\$ 65,585	\$ 62,575	\$ 61,975	\$ 63,885	\$ 61,580	\$ 70,825
Expenses												
Wages	\$ 22,909	\$ 22,909	\$ 22,909	\$ 22,909	\$ 22,909	\$ 22,909	\$ 22,909	\$ 22,909	\$ 22,909	\$ 22,909	\$ 22,909	\$ 22,909
Officer Wages	\$ 8,333	\$ 8,333	\$ 8,333	\$ 8,333	\$ 8,333	\$ 8,333	\$ 8,333	\$ 8,333	\$ 8,333	\$ 8,333	\$ 8,333	\$ 8,333
FICA	\$ 2,390	\$ 2,390	\$ 2,390	\$ 2,390	\$ 2,390	\$ 2,390	\$ 2,390	\$ 2,390	\$ 2,390	\$ 2,390	\$ 2,390	\$ 2,390
PA UC	\$ 2,525	\$ -	\$ -	\$ 1,356	\$ -	\$ -	\$ 3,124	\$ -	\$ -	\$ 2,125	\$ -	\$ -
Health Insurance	\$ 4,510	\$ 4,510	\$ 4,510	\$ 4,510	\$ 4,510	\$ 4,510	\$ 4,510	\$ 4,510	\$ 4,510	\$ 4,510	\$ 4,510	\$ 4,510
Insurance	\$ 728	\$ 728	\$ 728	\$ 728	\$ 728	\$ 728	\$ 728	\$ 728	\$ 728	\$ 728	\$ 728	\$ 728
Station Utilities	\$ 1,601	\$ 1,601	\$ 1,601	\$ 1,601	\$ 1,601	\$ 1,601	\$ 1,601	\$ 1,601	\$ 1,601	\$ 1,601	\$ 1,601	\$ 1,601
Station Supplies	\$ 225	\$ 225	\$ 225	\$ 225	\$ 225	\$ 225	\$ 225	\$ 225	\$ 225	\$ 225	\$ 225	\$ 225
Medical Supplies	\$ 150	\$ 150	\$ 150	\$ 150	\$ 150	\$ 150	\$ 150	\$ 150	\$ 150	\$ 150	\$ 150	\$ 150
Fuel	\$ 650	\$ 650	\$ 650	\$ 650	\$ 650	\$ 650	\$ 650	\$ 650	\$ 650	\$ 650	\$ 650	\$ 650
Vehicle Repairs	\$ 825	\$ 825	\$ 825	\$ 825	\$ 825	\$ 825	\$ 825	\$ 825	\$ 825	\$ 825	\$ 825	\$ 825
Equipment Leases	\$ 3,066	\$ 3,066	\$ 3,066	\$ 3,066	\$ 3,066	\$ 3,066	\$ 3,066	\$ 3,066	\$ 3,066	\$ 3,066	\$ 3,066	\$ 3,066
Bank Fees	\$ 125	\$ 125	\$ 125	\$ 125	\$ 125	\$ 125	\$ 125	\$ 125	\$ 125	\$ 125	\$ 125	\$ 125
Cell Phone	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500
Hamlin Equipment Loan	\$ 1,530	\$ 1,530	\$ 1,530	\$ 1,530	\$ 1,530	\$ 1,530	\$ 1,530	\$ 1,530	\$ 1,530	\$ 1,530	\$ 1,530	\$ 1,530
Hamlin Real Estate Loans	\$ 5,579	\$ 5,579	\$ 5,579	\$ 5,579	\$ 5,579	\$ 5,579	\$ 5,579	\$ 5,579	\$ 5,579	\$ 5,579	\$ 5,579	\$ 5,579
Knox Firm	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500
Accounting Fees	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500
IRS Payments - Secured	\$ 4,348	\$ 4,348	\$ 4,348	\$ 4,348	\$ 4,348	\$ 4,348	\$ 4,348	\$ 4,348	\$ 4,348	\$ 4,348	\$ 4,348	\$ 4,348
IRS Payments - Unsecured	\$ 373	\$ 373	\$ 373	\$ 373	\$ 373	\$ 373	\$ 373	\$ 373	\$ 373	\$ 373	\$ 373	\$ 373
PA Dept of Revenue	\$ 1,195	\$ 1,195	\$ 1,195	\$ 1,195	\$ 1,195	\$ 1,195	\$ 1,195	\$ 1,195	\$ 1,195	\$ 1,195	\$ 1,195	\$ 1,195
Kubota	\$ 608	\$ 608	\$ 608	\$ 608	\$ 608	\$ 608	\$ 608	\$ 608	\$ 608	\$ 608	\$ 608	\$ 608
Ford Motor Credit	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500
John Deere	\$ 67,670	\$ 60,469	\$ 60,469	\$ 61,825	\$ 60,469	\$ 60,469	\$ 63,593	\$ 60,469	\$ 60,469	\$ 62,594	\$ 60,469	\$ 66,919
Total	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 25,583
Plan payments to creditors												
Projected disbursements excluding payments to Creditors in Plan	\$ 48,537	\$ 41,336	\$ 41,336	\$ 42,692	\$ 41,336	\$ 41,336	\$ 44,460	\$ 41,336	\$ 41,336	\$ 43,461	\$ 41,336	\$ 41,336
Cash Flow	\$ 22,538	\$ 21,639	\$ 22,239	\$ 19,983	\$ 22,189	\$ 21,574	\$ 21,125	\$ 21,239	\$ 20,639	\$ 20,424	\$ 20,244	\$ 29,489
Less Proposed Plan Payments	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 19,133	\$ 25,583
Overage/shortage	\$ 3,405	\$ 2,506	\$ 3,106	\$ 850	\$ 3,056	\$ 2,441	\$ 1,992	\$ 2,106	\$ 1,506	\$ 1,291	\$ 1,111	\$ 3,906
Net Income	\$ 3,405	\$ 2,506	\$ 3,106	\$ 850	\$ 3,056	\$ 2,441	\$ 1,992	\$ 2,106	\$ 1,506	\$ 1,291	\$ 1,111	\$ 3,906



Accounts

Business Checking Plus **2330
Available Balance

\$8,961.46

RESOLUTION OF B.L. GUSTAFSON, LLC D/B/A GUS'S GUNS, PRIORITY CARE AMBULANCE, B.L. GUSTAFSON EXCAVATION, BRYNWOOD FARM AND BRIAN GUSTAFSON RENTALS ("COMPANY")

DATED AS OF MAY 16, 2017

WHEREAS, debts have been incurred by the Company and the Company will be unable to pay the amounts due.

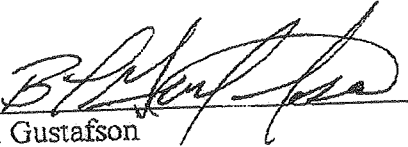
WHEREAS, it has been determined that the best way for the Company to continue in business and the best way for the Company to maximize the value of its assets and, accordingly, to maximize the amounts available for distribution to its creditors, is to file a Chapter 11 proceeding and plan of reorganization under the United States Bankruptcy Code in the United States Bankruptcy Court for the Western District of Pennsylvania at Erie.

IT IS THEREFORE RESOLVED that B.L. Gustafson, LLC d/b/a Gus's Guns, Priority Care Ambulance, B.L. Gustafson Excavation, Brynwood Farm and Brian Gustafson Rentals, a Pennsylvania Limited Liability Company, is hereby authorized to file and prosecute to completion a Chapter 11 proceeding for the Company; that the best interest of creditors and other interested parties will be served thereby; that Brian L. Gustafson is hereby authorized, empowered and directed, in the name of and on behalf of B.L. Gustafson, LLC to execute and verify the Petition for Relief under Chapter 11 of the Bankruptcy Code, Schedule of Assets, Schedule of Liabilities, Statement of Financial Affairs, Monthly Operating Reports, Plan of Reorganization and Disclosure Statement, as well as all other ancillary documents, and to cause the same to be filed in the United States Bankruptcy Court for the Western District of Pennsylvania at Erie.

BE IT FURTHER RESOLVED that Brian L. Gustafson is authorized, empowered and directed to execute and file all schedules, motions, lists, applications, pleadings and other papers including financing arrangements, and, in connection therewith, to employ and retain

professionals necessary, proper or desirable in connection with the Chapter 11, with a view to a successful prosecution of the Chapter 11 case, including but not limited to the filing and implementing of a Chapter 11 plan of reorganization and/or selling the assets under Chapter 11 of the Bankruptcy Code with Bankruptcy Court approval, to maximize the value of the assets and to maximize the distribution to creditors and parties in interest, and, to the furthest extent possible, to avoid any diminution in the value thereof.

BE IT FURTHER RESOLVED that any past actions heretofore taken in furtherance of any or all of the preceding Resolutions be, and the same hereby are, ratified, confirmed and approved.



Brian L. Gustafson
Managing Member